## DEPARTMENT OF SOCIAL SERVICES

744 P Street, Sacramento, CA 95814 (916) 323-0276

July 14, 1981

ALL-COUNTY LETTER NO. 81-74

TO: ALL COUNTY WELFARE DIRECTORS

ALL COUNTY AUDITORS

ALL COUNTY FISCAL OFFICERS

ALL COUNTY ADMINISTRATIVE SERVICES OFFICERS

SUBJECT: SHARING RATIOS FOR REPAYMENTS FOR FISCAL YEAR 1981/82 AND IMPACT ON

CLAIMING COSTS FOR AFDC COLLECTIONS

REFERENCE:

Effective July 1, 1981, the repayment sharing ratios for AFDC-FG/U, Federal AFDC-FC and Nonfederal AFDC-FC will be as follows:

	<u>Federal</u>	<u>State</u>	<u>County</u>
AFDC-FG/U	50%	41%	09%
AFDC Federal FC	50%	32%	18%
AFDC Nonfederal FC	. <b>-</b>	63%	37%

The preceding ratios are based on a five-year moving average of AFDC-FG/U and AFDC-FC expenditures for the calendar years 1976 through 1980.

The decrease in county share will have an impact on claiming costs for AFDC collections as reported on the Form DFA 800 by those counties who have claimable costs. The county share of funds recovered by a county from persons who have been overpaid AFDC funds because of willful failure to report may be increased up to a maximum of 25 percent of the total funds recovered by the county. Form DFA 800 will be revised to provide for claiming up to an additional 16 percent of AFDC-FG/U collections (not to exceed the actual cost of collections) plus the nine percent which the county will receive through the regular repayment mechanism. Because the county repayment sharing ratio decreased to 18 percent for federal AFDC-FC to be reported through the regular repayment mechanism, the DFA 800 will also be revised to provide claiming for an additional seven percent of AFDC-FC collections (also not to exceed the actual cost of collections). Nonfederal AFDC-FC collections will not be reported on the DFA 800 because the county repayment sharing ratio exceeds 25 percent through the regular repayment mechanism. The revised DFA 800 to be used effective with the guarter ending September 30, 1981 will be sent to the counties at a later date under separate cover.

Recoveries reported for OAS, AB and ATD will continue to be shared on the basis of the five-year moving average prior to SSI/SSP conversion: 48 percent federal, 37 percent state and 15 percent county.





If you have any questions concerning these claiming instructions, please contact Cheryl Adamo at (916) 323-0276.

Sincerely,

CLAUDE E. FINN
Deputy Director

Administration

cc: CWDA

FIR